



Dayne Walling
Mayor

CITY OF FLINT
OFFICE OF THE MAYOR



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Director
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Testimony

Chairman LeLand, Representative Stanley, Committee Members,

I am please to have this opportunity to testify before you on behalf of House Bill 5567. As Mayor the City of Flint, I strongly support this measure. If approved, the bill will provide support in the form of tax relief for residents in the University Park Estates residential area. My goal is to transform Flint into a 21st Century sustainable and livable city by creating new jobs, safe neighborhoods and great schools. Although Flint has been one of the hardest hit cities in the United States by the national economic crisis with an unemployment rate above 25%, we are well on the way to transform our local economy, neighborhoods and schools.

In an effort to stabilize our neighborhoods HB 5567 would provide needed tax relief to specific properties platted after 1999 as required by current law. This measure would assist with minimizing home foreclosure by providing tax relief during these difficult economic times.

Upon passage of HB 5567, I would work closely with our newly elected city council to secure approval of the NEZ. Recently, Representative Stanley hosted a community meeting to discuss the NEZ. The residents were very supportive of this bill.

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Again, Chairman Leland, Representative Stanley and Committee Members, thank for this opportunity to testify before you in support of a measure that will assist with the transformation of our city by providing tax relief and long term stability for this neighborhood in Flint.

Average Renaissance Zone Real Property Tax Relief

Year	Average Taxable Value	Tax Rate	Tax Bill Should Have Been	Tax Bill Was ...
2002	\$80,400	40.7 mills	\$3,270	\$0
2003	\$82,100	40.7 mills	\$3,339	\$0
2004	\$83,000	40.7 mills	\$3,376	\$0
2005	\$84,700	40.7 mills	\$3,445	\$0
2006	\$80,800	40.7 mills	\$3,286	\$0
2007	\$79,200	40.7 mills	\$3,221	\$0
2008	\$72,900	40.7 mills	\$2,965	\$0
2009	\$74,700	40.7 mills	\$3,038	\$759.50
2010	\$76,940 (est.)	40.7 mills	\$3,129	\$1,564.00
2011	\$79,250(est.)	40.7 mills	\$3,233	\$2,417.00

Note: The latter only pertains to real property taxes; residents of Renaissance Zones, however, pay virtually no taxes. Click on this link for program details:

<http://ref.michigan.org/metc/services/sitedevelopment/renzone/residentialtax/index.asp>

Taxes Paid During
10-Year Term
Should Have Been
\$32,302.00

Taxes Actually
Paid During 10-
Year Term Were
\$4,740.00

NET TAX SAVINGS = \$27,562

Proposed 15-year Neighborhood Enterprise Zone Tax Relief

Year	Estimated Taxable Value	Tax Rate	Tax Bill Should Be.....	Tax Bill Will Be...
2012	\$81,627.5	40.7 / 34 mills	\$3,322	\$2,775 (\$547)
2013	\$84,076	40.7/34 mills	\$3,421	\$2,858 (\$563)
2014	\$86,598	40.7/34 mills	\$3,524	\$2,944 (\$580)
2015	\$89,195	40.7/34 mills	\$3,630	\$3,032 (\$598)
2016	\$91,870	40.7/34 mills	\$3,739	\$3,123 (\$616)
2017	\$94,626	40.7/34 mills	\$3,851	\$3,217 (\$634)
2018	\$97,464	40.7/34 mills	\$3,966	\$3,313 (\$653)
2019	\$100,387	40.7/34 mills	\$4,085	\$3,413 (\$672)
2020	\$103,398	40.7/34 mills	\$4,208	\$3,515 (\$693)
2021	\$106,499	40.7/34 mills	\$4,334	\$3,620 (\$714)
2022	\$109,693	40.7/34 mills	\$4,464	\$3,729 (\$735)
2023	\$112,983	40.7/34 mills	\$4,598	\$3,841 (\$757)
2024	\$116,372	40.7/35.8 mills	\$4,736	\$4,166 (\$570)
2025	\$119,863	40.7/37.5 mills	\$4,878	\$4,494 (\$384)
2026	\$123,458	40.7/39.1 mills	\$5,024	\$4,827 (\$197)

Note: The NEZ Homestead Tax Program only saves homeowners on their real property tax bills.

Taxes Paid During
15-Year Term
Should Have Been
\$61,780

Taxes Actually
Paid During 15-
Year Term Were
\$52,867

NET SAVINGS = \$8,913

TOTAL REN. ZONE & NEZ SAVINGS = \$36,475